

State of Maryland
Department of Health

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Health Services Cost Review Commission

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URGENT

MEMORANDUM

June 29, 2018

TO: Chief Financial Officers

FROM: Donna Kinzer ^{DK} Executive Director

RE: Medicaid Budget Deficit Assessment

The Health Services Cost Review Commission approved the continuation of its policy for funding the Medicaid Budget Deficit through a broad-based uniform assessment to hospital rates. The Commission has determined that again for FY 2019, the funding of the budget deficit would be shared between hospitals and payers.

In accordance with The Budget Reconciliation and Financing Act of 2015, over FY 2019, hospitals are required to submit a total of \$334,825,000. Of this amount, \$278,349,116 will be included in hospital rates in the form of a uniform assessment. The remaining \$56,475,884 will be funded by hospitals.

Therefore, beginning July 5, 2018, and for twelve consecutive months through June 5, 2018, hospitals are required to remit by ACH or FedWire to the "Medicaid Budget Deficit Fund" the amount of the monthly assessment as shown on the attached schedule.

The instructions for submission of the assessment by ACH or FedWire, as well as the State of Maryland Account Number, are attached to this memorandum. Also, hospitals are required to submit verification of the submission of each month's assessment to the Medicaid Budget Deficit Fund, i.e., copies of the transmission from your bank, by the fifteenth of each month.

If you have any questions, you may contact Dennis N. Phelps, Associate Director, Audit & Compliance or Andrea Strong at 410-764-2605.

Calculation of the Payments to the Deficit Assessment Fund

July 1, 2018 through June 30, 2019

HOSPI D	Hospital Name	Estimated Gross Revenue FY 2019	Net Patient Revenue Percent FY 2017	Estimated Net Revenue FY 2019	Hospital Portion \$56,475,884	Payer Portion \$278,349,116	Total Payments Due \$334,825,000	Monthly Payments Due
1	Meritus	\$367,373,723	85.79%	\$315,171,071	\$1,195,112	\$5,890,273	\$7,085,385	\$590,449
2	Univ. of Maryland Medical System	\$1,511,534,937	85.27%	\$1,288,829,509	\$4,887,173	\$24,087,100	\$28,974,273	\$2,414,523
3	Prince Georges Hospital	\$302,484,615	84.97%	\$257,007,658	\$974,559	\$4,803,249	\$5,777,809	\$481,484
4	Holy Cross Hospital of Silver Spring	\$515,914,386	83.83%	\$432,474,073	\$1,639,919	\$8,082,564	\$9,722,482	\$810,207
5	Frederick Memorial Hospital	\$357,213,434	84.23%	\$300,887,163	\$1,140,948	\$5,623,319	\$6,764,267	\$563,689
6	Harford Memorial Hospital	\$108,506,985	84.46%	\$91,646,110	\$347,517	\$1,712,786	\$2,060,303	\$171,692
8	Mercy Medical Center, Inc.	\$549,419,334	86.50%	\$475,232,613	\$1,802,057	\$8,881,683	\$10,683,740	\$890,312
9	Johns Hopkins Hospital	\$2,492,050,443	83.94%	\$2,091,779,389	\$7,931,916	\$39,093,534	\$47,025,450	\$3,918,788
10	Dorchester General Hospital	\$50,993,622	84.40%	\$43,037,095	\$163,194	\$804,326	\$967,520	\$80,627
11	St. Agnes Hospital	\$443,788,701	88.65%	\$393,425,076	\$1,491,847	\$7,352,772	\$8,844,619	\$737,052
12	Sinai Hospital	\$795,972,033	83.77%	\$666,442,836	\$2,527,116	\$12,455,236	\$14,982,352	\$1,248,529
13	Bon Secours Hospital	\$120,695,415	82.98%	\$100,149,529	\$379,762	\$1,871,707	\$2,251,469	\$187,622
15	Franklin Square Hospital	\$540,709,839	84.88%	\$458,937,177	\$1,740,265	\$8,577,136	\$10,317,401	\$859,783
16	Washington Adventist Hospital	\$284,020,648	85.94%	\$244,086,145	\$925,562	\$4,561,757	\$5,487,319	\$457,277
17	Garrett County Memorial Hospital	\$62,734,448	84.18%	\$52,811,589	\$200,259	\$987,003	\$1,187,261	\$98,938
18	Montgomery General Hospital	\$181,960,653	85.34%	\$155,286,276	\$588,837	\$2,902,165	\$3,491,002	\$290,917
19	Peninsula Regional Medical Center	\$458,432,824	84.60%	\$387,821,343	\$1,470,598	\$7,248,043	\$8,718,641	\$726,553
22	Suburban Hospital Association, Inc	\$332,175,517	85.40%	\$283,679,717	\$1,075,698	\$5,301,727	\$6,377,425	\$531,452
23	Anne Arundel General Hospital	\$652,453,656	85.64%	\$558,762,162	\$2,118,796	\$10,442,778	\$12,561,574	\$1,046,798
24	Union Memorial Hospital	\$445,222,906	85.51%	\$380,689,862	\$1,443,556	\$7,114,762	\$8,558,317	\$713,193
27	Western Maryland	\$334,070,429	82.31%	\$274,979,069	\$1,042,706	\$5,139,119	\$6,181,825	\$515,152
28	St. Marys Hospital	\$185,947,721	84.71%	\$157,513,060	\$597,281	\$2,943,782	\$3,541,063	\$295,089
29	Johns Hopkins Bayview	\$683,107,095	84.51%	\$577,322,604	\$2,189,177	\$10,789,656	\$12,978,833	\$1,081,569
30	Chester River Hospital Center	\$58,558,336	81.34%	\$47,628,621	\$180,605	\$890,137	\$1,070,743	\$89,229
32	Union Hospital of Cecil County	\$165,767,189	85.52%	\$141,763,798	\$537,561	\$2,649,442	\$3,187,003	\$265,584
33	Carroll County General Hospital	\$234,592,143	86.62%	\$203,208,850	\$770,557	\$3,797,796	\$4,568,353	\$380,696
34	Harbor Hospital Center	\$192,134,979	84.84%	\$163,000,127	\$618,088	\$3,046,330	\$3,664,418	\$305,368
35	Civista Medical Center	\$158,718,617	86.60%	\$137,444,384	\$521,182	\$2,568,716	\$3,089,898	\$257,491
37	Memorial Hospital at Easton	\$215,118,332	85.77%	\$184,512,369	\$699,661	\$3,448,375	\$4,148,036	\$345,670
38	Maryland General Hospital	\$241,886,951	84.33%	\$203,988,634	\$773,514	\$3,812,370	\$4,585,884	\$382,157
39	Calvert Memorial Hospital	\$154,334,131	84.57%	\$130,514,759	\$494,905	\$2,439,207	\$2,934,112	\$244,509
40	Northwest Hospital Center, Inc.	\$272,699,950	83.89%	\$228,761,171	\$867,450	\$4,275,347	\$5,142,797	\$428,566
43	Baltimore Washington Medical Center	\$438,513,628	86.69%	\$380,156,165	\$1,441,532	\$7,104,787	\$8,546,319	\$712,193
44	Greater Baltimore Medical Center	\$473,225,099	85.84%	\$406,207,207	\$1,540,316	\$7,591,659	\$9,131,975	\$760,998
45	McCready Foundation, Inc.	\$16,320,265	78.91%	\$12,878,619	\$48,835	\$240,690	\$289,525	\$24,127
48	Howard County General Hospital	\$314,690,385	85.74%	\$269,830,080	\$1,023,181	\$5,042,889	\$6,066,070	\$505,506
49	Upper Chesapeake Medical Center	\$350,280,204	86.73%	\$303,810,166	\$1,152,032	\$5,677,947	\$6,829,979	\$569,165
51	Doctors Community Hospital	\$251,982,583	86.61%	\$218,250,116	\$827,593	\$4,078,904	\$4,906,497	\$408,875
55	Laurel Regional Hospital	\$105,713,399	81.28%	\$85,922,224	\$325,813	\$1,605,811	\$1,931,624	\$160,969
60	Fort Washington Medical Center	\$52,622,067	84.55%	\$44,492,751	\$168,714	\$831,531	\$1,000,245	\$83,354
61	Atlantic General Hospital	\$111,269,701	84.96%	\$94,533,255	\$358,465	\$1,766,744	\$2,125,209	\$177,101
62	Southern Maryland Hospital	\$279,322,262	84.31%	\$235,499,476	\$893,001	\$4,401,280	\$5,294,281	\$441,190
63	St. Josephs Hospital	\$417,558,872	88.07%	\$367,763,277	\$1,394,539	\$6,873,175	\$8,267,714	\$688,976
65	Holy Cross Germantown Hospital	\$108,923,062	83.09%	\$90,503,943	\$343,186	\$1,691,440	\$2,034,626	\$169,552
2001	James Lawrence Kernan Hospital	\$128,138,806	86.29%	\$110,574,466	\$419,292	\$2,066,540	\$2,485,833	\$207,153
2004	Good Samaritan Hospital	\$272,274,244	84.17%	\$229,179,299	\$869,036	\$4,283,161	\$5,152,197	\$429,350
5050	Shady Grove Adventist Hospital	\$410,215,277	86.31%	\$354,072,943	\$1,342,626	\$6,617,315	\$7,959,941	\$663,328
8992	SHOCK TRAUMA	\$223,686,720	94.29%	\$210,924,736	\$799,815	\$3,941,999	\$4,741,815	\$395,151
5033	Levindale	<u>\$62,112,830</u>	<u>80.89%</u>	<u>\$50,245,525</u>	<u>\$190,528</u>	<u>\$939,045</u>	<u>\$1,129,573</u>	<u>\$94,131</u>
9999	STATE-WIDE	\$ 17,487,043,397	85.17%	\$ 14,893,638,091	\$ 56,475,884	\$ 278,349,116	\$ 334,825,000	\$ 27,902,083
					0.38%	1.87%	2.25%	

Note: These amounts will be Marked up and included in rates at July 1, 2018